



**Press Release**  
**PEPPERMINT CLOTHING PRIVATE LIMITED**  
**June 30, 2023**

**Rating Reaffirmed & Withdrawn, Withdrawn and Issuer not co-operating**

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	20.00	ACUITE BB-   Reaffirmed & Withdrawn   Issuer not co-operating*	-
Bank Loan Ratings	0.45	-	Not Applicable   Withdrawn
Total Outstanding Quantum (Rs. Cr)	0.00	-	-
Total Withdrawn Quantum (Rs. Cr)	20.45	-	-

**Rating Rationale**

Acuite has reaffirmed & withdrawn its long term rating of '**ACUITE BB-**' (read as **ACUITE double B minus**)' on the Rs 20.00 crore bank facilities of Peppermint Clothing Private Limited. Acuite has withdrawn its short term rating on the Rs 0.45 Cr bank facilities of Peppermint Clothing Private Limited. The rating is now an indicative rating and is based on the best available information.

**About the Company**

Maharashtra based, Peppermint Clothing Private Limited (PCPL) was incorporated in 2007 by Mr. Santosh Katariya and his brothers Mr. Kamlesh Katariya and Mr. Rajendra Katariya. The company began its operations in 2011 and is engaged in the manufacturing of readymade garments for girls of the age group 0-14 years. Peppermint Clothing Private Limited has a registered brand name 'Peppermint' with a manufacturing facility of capacity to produce 12,00,000 pieces per annum.

**Non-cooperation by the issuer/borrower**

Acuite has been requesting for data, information and undertakings from the rated entity for conducting surveillance & review of the rating. However, the issuer/borrower failed to submit such information before the due date. Acuite believes that information risk is a critical component in such ratings, and noncooperation by the issuer along with unwillingness to provide information could be a sign of potential deterioration in its overall credit quality. This rating is, therefore, being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite's policies.

**Limitation regarding information availability**

The rating is based on information available from sources other than the issuer/borrower (in the absence of information provided by the issuer/borrower). Acuite endeavoured to gather information about the entity/industry from the public domain. Therefore, Acuite cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

**Rating Sensitivities**

No information provided by the issuer / available for Acuite to comment upon.

**Material Covenants**  
Not Applicable

**Liquidity Position**

No information provided by the issuer / available for Acuite to comment upon.

**Outlook**

Not Applicable

**Other Factors affecting Rating**

Not Applicable

## Key Financials

Particulars	Unit	FY 22 (Provisional)	FY 21 (Actual)
Operating Income	Rs. Cr.	52.97	25.91
PAT	Rs. Cr.	0.79	(7.52)
PAT Margin	(%)	1.48	(29.04)
Total Debt/Tangible Net Worth	Times	3.01	3.10
PBDIT/Interest	Times	1.25	(1.07)

### Status of non-cooperation with previous CRA

Not Applicable

### Any other information

Not Applicable

### Applicable Criteria

- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Service Sector: <https://www.acuite.in/view-rating-criteria-50.htm>

### Note on Complexity Levels of the Rated Instrument

In order to inform the investors about complexity of instruments, Acuite has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuite's categorisation of the instruments across the three categories is based on factors like variability of the returns to the investors, uncertainty in cash flow patterns, number of counterparties and general understanding of the instrument by the market. It has to be understood that complexity is different from credit risk and even an instrument categorized as 'Simple' can carry high levels of risk. For more details, please refer Rating Criteria "Complexity Level Of Financial Instruments" on [www.acuite.in](http://www.acuite.in).

## Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
29 Sep 2022	Cash Credit	Long Term	20.00	ACUITE BB-   Stable (Reaffirmed)
	Proposed Bank Facility	Short Term	0.45	ACUITE A4 (Reaffirmed)
	Letter of Credit	Short Term	1.00	ACUITE A4 (Withdrawn)
09 Jul 2021	Letter of Credit	Short Term	1.00	ACUITE A4 (Downgraded from ACUITE A4+)
	Term Loan	Long Term	0.28	ACUITE BB- (Withdrawn)
	Cash Credit	Long Term	19.45	ACUITE BB-   Stable (Downgraded from ACUITE BB )
05 Nov 2020	Term Loan	Long Term	0.28	ACUITE BB (Downgraded and Issuer not co-operating*)
	Cash Credit	Long Term	18.50	ACUITE BB (Downgraded and Issuer not co-operating*)
	Letter of Credit	Short Term	1.67	ACUITE A4+ (Issuer not co-operating*)

## Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Complexity Level	Quantum (Rs. Cr.)	Rating
Canara Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	Simple	20.00	ACUITE BB-   Reaffirmed & Withdrawn   Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Short Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	Simple	0.45	Not Applicable   Withdrawn

## Contacts

Analytical	Rating Desk
Aditya Gupta Vice President-Rating Operations Tel: 022-49294041 <a href="mailto:aditya.gupta@acuite.in">aditya.gupta@acuite.in</a>  Suman Paul Analyst-Rating Operations Tel: 022-49294065 <a href="mailto:suman.paul@acuite.in">suman.paul@acuite.in</a>	Varsha Bist Senior Manager-Rating Operations Tel: 022-49294011 <a href="mailto:rating.desk@acuite.in">rating.desk@acuite.in</a>

### About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & Exchange Board of India (SEBI). The company received RBI Accreditation as an External Credit Assessment Institution (ECAI) for Bank Loan Ratings under BASEL-II norms in the year 2012. Acuité has assigned ratings to various securities, debt instruments and bank facilities of entities spread across the country and across a wide cross section of industries. It has its Registered and Head Office in Kanjurmarg, Mumbai.

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